



Regulation F Reporting

Bank of North Dakota is pleased to provide its risk-based capital ratios as of June 30, 2006. You will notice Bank of North Dakota exceeds the capital ratios necessary to qualify as a “well-capitalized” bank per Regulation F.

Risk-Based Capital Ratio:

	Bank of North Dakota	Per Reg. F.
Tier One Risk-Based Capital Ratio	12.98%	6.00%
Total Risk-Based Capital Ratio	14.24%	10.00%
Leverage Ratio	7.87%	5.00%

Bank of North Dakota is committed to exceeding the ratios for a “well-capitalized” correspondent and will provide your institution with updated capital and leverage ratios on a quarterly basis.

We have also included additional financial information to assist you in analyzing the financial condition and performance of Bank of North Dakota on the following page.



Bank of North Dakota **Financial Information**

(Dollar Amount in Thousands)

	<u>06/30/2006</u>	<u>03/31/2006</u>
Tier One Capital	\$163,894	\$163,894
Total Risk Based Capital	179,835	179,600
Total Risk Weighted Assets	1,262,733	1,244,279
Net Income (annualized)	41,920	40,888
Average Assets	2,081,237	2,114,584
Average Equity	163,395	163,381
Total Gross Loans	1,632,725	1,532,667
Past Due Loans	39,924	40,347
Nonperforming Loans	3,183	1,923
Allowance for Loan Losses	28,515	27,904
Return on Average Assets (Annualized)	2.01%	1.93%
Return on Average Equity (Annualized)	25.65%	25.03%
Past Due Loans/Total Loans	2.45%	2.63%
Nonperforming Loans/Total Loans	0.19%	0.13%
Allowance for Loan Losses/Total Loans	1.75%	1.82%